

Financial Questions for Applicants Seeking Local Exchange Service Authority

1. (Answer if requesting waiver of Part 710) What circumstances warrant a departure from the prescribed Uniform System of Accounts ("USOA")? *SMALL START-UP TELECOMMUNICATIONS FIRM. WE DO NOT REQUIRE LEVEL OF COMPLEXITY UNDER USOA*
2. Will records be maintained in accordance with Generally Accepted Accounting Principles ("GAAP")? *YES*
3. Will applicants accounting system provide an equivalent portrayal of operating results and financial condition as the USOA? *YES*
4. Will applicants accounting procedures maintain or improve uniformity in substantive results as among similar telecommunications companies? *YES*
5. Will applicant maintain its records in sufficient detail to facilitate the calculation of all applicable taxes? *YES*
6. Does the accounting system currently in use by applicant provide sufficiently detailed data for the preparation of Illinois Gross Receipts Tax returns? What specific accounts or sub-accounts provide this data? *YES*
7. If a waiver of Part 710 is granted, will applicant provide annual audited statements or all periods subsequent to granting of the waiver? *YES*
8. Does applicant agree that the requested waiver of Part 710 will not excuse it from compliance with future Commission rules or amendments to Part 710 otherwise applicable to the Company? *YES*
9. Please attached a copy of applicant's chart of accounts.